EXHIBIT Q

UNITED STATES DISTRICT COURT

NORTHERN DISTRICT OF CALIFORNIA

SAN JOSE DIVISION

| CLRB HANSON IND etc., et al., | USTRIES, LLC, |) | | |
|-------------------------------|---------------|-------------|------------------------|---|
| | Plaintiffs, |) | | |
| v. | |) | Case No. 05-03639 J | W |
| GOOGLE, INC., | |) | | |
| | Defendant. |))) | | |

30(b)(6) DEPOSITION OF BRETT R. HANSON

August 18, 2006

228010



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| 2 | UNITED STATES DISTRICT COURT NORTHERN DISTRICT OF CALIFORNIA |
| 3 | SAN JOSE DIVISION |
| 4 | CLRB HANSON INDUSTRIES, LLC d/b/a INDUSTRIAL PRINTING, and HOWARD |
| 5 | STERN, on behalf of themselves and all others similarly situated, |
| 6 | <u>. </u> |
| 7 | Plaintiffs, Case No. |
| 8 | V. 05-03639 JW |
| 9 | GOOGLE, INC., Confidential Portions Bound |
| 10 | Defendant. Separately |
| 11 | August 18, 2006 |
| 12 | 9:45 a.m. |
| 13 | |
| 14 | 30(b)(6) VIDEOTAPED DEPOSITION |
| 15 | of CLRB HANSON INDUSTRIES d/b/a |
| 16 | INDUSTRIAL PRINTING by BRETT R. HANSON, |
| 17 | taken by Defendant, pursuant to notice, |
| 18 | held at the offices of Thacher Proffitt |
| 19 | & Wood, 2 World Financial Center, New |
| 20 | York, New York, before Amy E. Sikora, |
| 21 | CRR, CSR, RPR, Certified Realtime |
| 22 | Reporter, Certified Shorthand Reporter, |
| 23 | Registered Professional Reporter, and |
| 24 | Notary Public within and for the State |
| 25 | of New York. |
| | |

| 1 | |
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| 2 | APPEARANCES: |
| 3 | WOLF POPPER LLP |
| 4 | Attorneys for Plaintiffs and the Proposed Class |
| 5 | 845 Third Avenue |
| 6 | New York, New York 10022 |
| 7 | BY: LESTER L. LEVY, ESQ. |
| 8 | MICHELE F. RAPHAEL, ESQ. |
| 9 | PERKINS COIE LLP |
| 10 | Attorneys for Defendant |
| 11 | 180 Townsend Street |
| 12 | San Francisco, CA 94107-1909 |
| 13 | BY: DAVID T. BIDERMAN, ESQ. |
| 14 | M. CHRISTOPHER JHANG, ESQ. |
| 15 | |
| 16 | |
| 17 | ALSO PRESENT: |
| 18 | THOMAS DELVECCHIO, Videographer |
| 19 | |
| 20 | |
| 21 | |
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| 23 | |
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| | 1 | B. Hanson |
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| 09:51 | 2 | 55428. And 4401 Quebec Avenue North, New |
| 09:51 | 3 | Hope, Minnesota 55428. |
| 09:52 | 4 | Q. And you understand that you're |
| 09:52 | 5 | here to testify as a representative of an |
| 09:52 | 6 | entity which is described as CLRB Hanson |
| 09:52 | 7 | Industries LLC d/b/a Industrial Printing? |
| 09:52 | 8 | A. Yes. |
| 09:52 | 9 | Q. And what is your relationship to |
| 09:52 | 10 | that entity? |
| 09:52 | 11 | A. I'm 100 percent owner, single |
| 09:52 | 12 | member. |
| 09:52 | 13 | Q. Okay. And is that entity a sole |
| 09:52 | 14 | proprietorship or some other type of entity? |
| 09:52 | 15 | A. It's a limited liability |
| 09:52 | 16 | corporation treated as disregarded entity as |
| 09:52 | 17 | a single member for tax consideration. |
| 09:52 | 18 | Q. And how long has that entity |
| 09:52 | 19 | been in existence? |
| 09:52 | 20 | A. September of 1992, I believe. |
| 09:52 | 21 | Excuse me, September of 2002, I believe. |
| 09:53 | 22 | Q. And there was an entity |
| 09:53 | 23 | MR. BIDERMAN: Withdraw that. |
| 09:53 | 24 | Q. You, sir, also did business with |
| 09:53 | 25 | Google prior to September 2002; is that |
| | | |
| | | |

| | 1 | | B. Hanson |
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| 09:53 | 2 | right? | |
| 09:53 | 3 | A. | Yes, sir. |
| 09:53 | 4 | Q. | And through what entities did |
| 09:53 | 5 | you do busin | ess with Google prior to |
| 09:53 | 6 | September 20 | 02? |
| 09:53 | 7 | A. | Industrial Printing. |
| 09:53 | 8 | Q. | And what is Industrial Printing? |
| 09:53 | 9 | Α. | Industrial Printing is a |
| 09:53 | 10 | business tha | t does it's CLRB, actually. |
| 09:53 | 11 | It was a d/b | a sole proprietorship that |
| 09:53 | 12 | was sold to | CLRB. |
| 09:53 | 13 | Q. | Okay. Just so I understand, the |
| 09:53 | 14 | entity that | existed prior to September 2002 |
| 09:53 | 15 | was known as | what? |
| 09:53 | 16 | Α. | Industrial Printing. |
| 09:53 | 17 | Q. | Okay. And what was the form of |
| 09:53 | 18 | that entity? | |
| 09:54 | 19 | Α. | Industrial Printing was a sole |
| 09:54 | 20 | proprietorsh | ip. |
| 09:54 | 21 | Q. | And who was the sole proprietor? |
| 09:54 | 22 | Α. | I was. |
| 09:54 | 23 | Q. | And then in September 2002 what |
| 09:54 | 24 | happened? | |
| 09:54 | 25 | Α. | CLRB purchased assets of |
| | | | |

| | 1 | | B. Hanson |
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| 09:54 | 2 | Industrial F | Printing. |
| 09:54 | 3 | Q. | And was CLRB in existence prior |
| 09:54 | 4 | to September | 2002? |
| 09:54 | 5 | Α. | No, sir. |
| 09:54 | 6 | Q. | So it was formed specifically |
| 09:54 | 7 | for the purp | poses of purchasing those assets? |
| 09:54 | 8 | Α. | Yes, sir. |
| 09:54 | 9 | Q. | And other than the sole |
| 09:54 | 10 | proprietorsh | nip known as Industrial Printing |
| 09:55 | 11 | and the enti | ty known as CLRB, have you done |
| 09:55 | 12 | business wit | th Google through any other |
| 09:55 | 13 | entities? | |
| 09:55 | 14 | A. | Yes. |
| 09:55 | 15 | Q. | And what are those other |
| 09:55 | 16 | entities? | |
| 09:55 | 17 | Α. | I've done I've done business |
| 09:55 | 18 | as a consult | ant on behalf of other entities. |
| 09:55 | 19 | Q. | Could you explain that? |
| 09:55 | 20 | A. | SECOA. |
| 09:55 | 21 | Q. | You have to spell that name. |
| 09:55 | 22 | Α. | S-E-C-O-A, Inc. |
| 09:55 | 23 | Q. | Okay. And what is SECOA, Inc.? |
| 09:55 | 24 | Α. | Secoa, Inc. is a stage |
| 09:55 | 25 | manufacturin | g firm located in Champlin, |
| | ļ | | |

| 1 | B. Hanson |
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| 2 | proprietorship, have you otherwise placed any |
| 3 | advertisements with Google for yourself? |
| 4 | A. Not that I can recall. |
| 5 | Q. And with respect to Industrial |
| 6 | Printing, when did Industrial Printing first |
| 7 | start to do business with Google? |
| 8 | A. I think it was on or about |
| 9 | July 2002. |
| 10 | Q. And prior to that time, had you |
| 11 | had pardon me. Prior to that time, had |
| 12 | you used any other on-line advertising other |
| 13 | than Google? |
| 14 | MR. LEVY: Could you tell me who |
| 15 | "you" is? |
| 16 | MR. BIDERMAN: The sole |
| 17 | proprietorship and Industrial Printing. |
| 18 | MR. LEVY: You're asking did |
| 19 | Industrial Printing use another |
| 20 | service? |
| 21 | MR. BIDERMAN: Yes. |
| 22 | Q. Yahoo, Overture? |
| 23 | A. Could you ask the question |
| 24 | again, please. |
| 25 | Q. Sure. Prior to starting to do |
| | |
| | 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24 |

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| | 1 | B. Hanson |
| 10:05 | 2 | business with Google, had industrial printing |
| 10:05 | 3 | used any other on-line advertising services? |
| 10:05 | 4 | A. Yes, sir. |
| 10:05 | 5 | Q. What were those? |
| 10:05 | 6 | A. The ones I can recall are Yahoo, |
| 10:05 | 7 | which was Overture, Ah-Ha. I think that may |
| 10:05 | 8 | have been the extent of the the extent of |
| 10:05 | 9 | them that I can recall. |
| 10:05 | 10 | Q. Okay. And what type of business |
| 10:05 | 11 | is Industrial Printing engaged in? |
| 10:05 | 12 | A. Printing services. |
| 10:05 | 13 | Q. What type of printing services? |
| 10:05 | 14 | A. Printing on three-dimensional |
| 10:05 | 15 | substrates. |
| 10:05 | 16 | Q. And is that the same type of |
| 10:05 | 17 | business that Hanson Industries is engaged |
| 10:06 | 18 | in? |
| 10:06 | 19 | A. I'm not sure of the full extent |
| 10:06 | 20 | of what Hanson Industries does. |
| 10:06 | 21 | Q. Does Hanson Industries do |
| 10:06 | 22 | printing on three-dimensional substrates? |
| 10:06 | 23 | A. I'm not sure if they do at this |
| 10:06 | 24 | point. |
| 10:06 | 25 | Q. And how about CLRB Hanson, does |
| | | |
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| | . 1 | B. Hanson |
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| 10:06 | 2 | that do the same type of business that |
| 10:06 | 3 | Industrial Printing did? |
| 10:06 | 4 | A. No. At the present time CLRB is |
| 10:06 | 5 | strictly a web fulfillment company. |
| 10:06 | 6 | Q. And what's a web fulfillment |
| 10:06 | 7 | company? |
| 10:06 | 8 | A. We have a site that takes orders |
| 10:06 | 9 | for signage and places them with third |
| 10:06 | 10 | parties and collects a fee. |
| 10:07 | 11 | Q. And did CLRB Hanson ever do |
| 10:07 | 12 | printing on three-dimensional substrates? |
| 10:07 | 13 | A. Yes. |
| 10:07 | 14 | Q. When how long did it do that? |
| 10:07 | 15 | A. Three years. |
| 10:07 | 16 | Q. And when did it stop, |
| 10:07 | 17 | approximately? |
| 10:07 | 18 | A. September of 2005. |
| 10:07 | 19 | Q. Okay. And when you, through |
| 10:07 | 20 | Industrial Printing, first began to do |
| 10:07 | 21 | business with Google, could you describe the |
| 10:07 | 22 | process by which you established the |
| 10:07 | 23 | relationship with Google? |
| 10:08 | 24 | A. I found the web site for Google, |
| 10:08 | 25 | selected the the I think it was called |
| | | |

| | . 1 | B. Hanson |
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| 13:45 | 2 | matter what I changed the daily budget to, it |
| 13:45 | 3 | always went over. |
| 13:45 | 4 | Q. Okay. So it's fair to say you |
| 13:45 | 5 | came to that understanding sometime, say, |
| 13:45 | 6 | June 2005? |
| 13:45 | 7 | A. Yes. |
| 13:45 | 8 | Q. And with respect to Exhibits 39 |
| 13:45 | 9 | and 38, the communications with Tina, did you |
| 13:45 | 10 | speak to her by phone? |
| 13:45 | 11 | A. I don't know if Google has |
| 13:45 | 12 | phones. No. E-mail. |
| 13:45 | 13 | Q. And have you ever spoken to |
| 13:45 | 14 | anyone at Google by telephone? |
| 13:46 | 15 | A. Recently, I believe, I received |
| 13:46 | 16 | a voicemail. In fact, on Monday, thanking us |
| 13:46 | 17 | for our business from a Matt. I don't know, |
| 13:46 | 18 | Matt something left on my voicemail. |
| 13:46 | 19 | Q. And anything other than that |
| 13:46 | 20 | communication? |
| 13:46 | 21 | A. Not that I can recall. |
| 13:46 | 22 | Q. I thought have you ever |
| 13:46 | 23 | spoken to anyone by phone or otherwise at |
| 13:46 | 24 | Google about daily budget issues? |
| 13:46 | 25 | A. I think I let me refresh my |
| | | |

| | . 1 | B. Hanson |
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| 10:28 | 2 | cards? |
| 10:28 | 3 | A. Yes, sir. |
| 10:29 | 4 | Q. Okay. Could you tell me the |
| 10:29 | 5 | names of the credit cards or identify the |
| 10:29 | 6 | credit cards. We can put that under seal so |
| 10:29 | 7 | it's no one else is going to look at it, |
| 10:29 | 8 | other than except for this litigation. |
| 10:29 | 9 | MR. LEVY: Just the names of the |
| 10:29 | 10 | cards? |
| 10:29 | 11 | MR. BIDERMAN: Just the names. |
| 10:29 | 12 | I was going to ask for the numbers |
| 10:29 | 13 | next. All right, I was going to ask. |
| 10:29 | 14 | A. I believe they're all identified |
| 10:29 | 15 | by the billing information contained on the |
| 10:29 | 16 | Google reports. I don't recall off the top |
| 10:29 | 17 | of my I don't recollect the names. |
| 10:29 | 18 | Q. How many credit cards have you |
| 10:29 | 19 | used, if you know? |
| 10:29 | 20 | A. I have no idea. |
| 10:29 | 21 | Q. More than four? |
| 10:29 | 22 | A. Possibly. |
| 10:29 | 23 | Q. More than 10? |
| 10:29 | 24 | A. Probably not. |
| 10:30 | 25 | Q. And other than through credit |
| | | |
| | | 37 |

| | 1 | B. Hanson |
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| 10:30 | 2 | cards, have you ever paid for Google |
| 10:30 | 3 | advertising in any other fashion? |
| 10:30 | . 4 | A. No, sir. |
| 10:30 | 5 | Q. And do you remember |
| 10:30 | 6 | MR. BIDERMAN: Okay. Withdraw |
| 10:30 | 7 | the question. |
| 10:30 | 8 | Q. When other than the one time |
| 10:30 | 9 | that you signed up for the AdWords program in |
| 10:31 | 10 | July 2002, have you ever signed up for the |
| 10:31 | 11 | AdWords program again? In other words, |
| 10:31 | 12 | established an account? |
| 10:31 | 13 | A. Can you clarify how you're |
| 10:31 | 14 | asking that question? |
| 10:31 | 15 | Q. Sure. Did you go in there and |
| 10:31 | 16 | basically start anew, registering a new |
| 10:31 | 17 | e-mail address, providing new account |
| 10:31 | 18 | information? |
| 10:31 | 19 | A. Not that I can recall. |
| 10:31 | 20 | Q. Just that one time? |
| 10:31 | 21 | A. On behalf of CLRB? |
| 10:31 | 22 | Q. Yes. |
| 10:31 | 23 | A. Yes. |
| 10:31 | 24 | Q. And it was really on behalf of |
| 10:31 | 25 | Industrial Printing, and you're best |
| | | |

| | . 1 | B. Hanson |
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| 11:00 | 2 | with a daily budget of \$50 for Industrial |
| 11:00 | 3 | Printing. Has that daily budget changed? |
| 11:00 | 4 | A. I believe you have the records. |
| 11:00 | 5 | Yes. |
| 11:00 | 6 | Q. And how often has it changed? |
| 11:00 | 7 | A. Sometimes change it three, four |
| 11:00 | 8 | times a day. |
| 11:00 | 9 | Q. And what has it varied from? |
| 11:00 | 10 | A. Zero, turning off the campaign, |
| 11:00 | 11 | suspending the campaign, to from to answer |
| 11:00 | 12 | your specific question, zero to I think it's |
| 11:00 | 13 | been as high as \$2,000 a day. |
| 11:01 | 14 | Q. And what causes you to change |
| 11:01 | 15 | your daily budget? |
| 11:01 | 16 | A. Our our web logs that track |
| 11:01 | 17 | traffic in correlation with the orders. |
| 11:01 | 18 | Certain times of day. Certain days of the |
| 11:01 | 19 | week. Certain keywords. Whether we're going |
| 11:01 | 20 | to continue in how the traffic is coming in |
| 11:01 | 21 | from from MSN or Yahoo in correlation with |
| 11:01 | 22 | our web logs and how that ties in. We've got |
| 11:01 | 23 | a formula that we look at. |
| 11:01 | 24 | Q. And because you advertise on MSN |
| 11:01 | 25 | and Yahoo also; is that correct? |
| | 1 | |
| | | 5.1 |

| | 1 | B. Hanson |
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| 11:01 | 2 | A. Yes, sir. |
| 11:01 | 3 | Q. And other than MSN, Yahoo and |
| 11:01 | 4 | Google, any other on-line advertising that |
| 11:01 | 5 | you've used on behalf of Industrial Printing |
| 11:01 | 6 | or CLRB Hanson? |
| 11:01 | 7 | A. Industrybrains.com. Super |
| 11:01 | 8 | Pages, Verizon Super Pages. Mama, M-A-M-A, |
| 11:02 | 9 | dot com. Request. That's a pay per |
| 11:02 | 10 | impression. |
| 11:02 | 11 | MR. BIDERMAN: Did you get the |
| 11:02 | 12 | name? |
| 11:02 | 13 | THE REPORTER: Yes. |
| 11:02 | 14 | A. That's what I can recall. |
| 11:02 | 15 | Q. Then I'll show you as exhibit |
| 11:02 | 16 | next in order, Exhibit 24, which are is |
| 11:03 | . 17 | Exhibit A1 to the complaint or amended |
| 11:03 | 18 | complaint in this case. |
| 11:03 | 19 | (Discussion off the record.) |
| 11:03 | 20 | (Exhibit No. 24, Exhibit A1 to |
| 11:03 | 21 | the amended complaint in this case, |
| 11:03 | 22 | marked for identification as of this |
| 11:03 | 23 | date.) |
| 11:04 | 24 | Q. Exhibit 24 are, as I |
| 11:04 | 25 | represented, exhibits to the amended |
| | | |

| | . 1 | B. Hanson |
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| 14:26 | 2 | A. Yes. I was seeing at this time |
| 14:26 | 3 | if there was an affiliate program that they |
| 14:26 | 4 | offered, yeah. |
| 14:26 | 5 | Q. And you were told that they |
| 14:26 | 6 | don't have one, nor do they plan to implement |
| 14:26 | 7 | one. Do you recall that? |
| 14:26 | 8 | A. Just whatever this e-mail back |
| 14:26 | 9 | from them says. |
| 14:27 | 10 | Q. There's a reference, if you look |
| 14:27 | 11 | under tab 64, to it's an e-mail from you |
| 14:27 | 12 | to Bethanie dated 7 December 2004? |
| 14:27 | 13 | A. Under 64? |
| 14:27 | 14 | Q. Yes, sir. It's under tab 64. |
| 14:27 | 15 | Do you see that reference or see |
| 14:27 | 16 | that e-mail string? |
| 14:27 | 17 | A. Yes. |
| 14:27 | 18 | Q. What was that e-mail string |
| 14:27 | 19 | involving? |
| 14:27 | 20 | A. This was a report, I believe, |
| 14:27 | 21 | that I sent to Bethanie to our log files |
| 14:27 | 22 | weren't matching with what Google was saying |
| 14:27 | 23 | the clicks were. |
| 14:28 | 24 | Q. Okay. And how were your log |
| 14:28 | 25 | files created? |
| | | |
| | | |

| | 1 | B. Hanson |
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| 14:28 | 2 | A. Well, they're created every |
| 14:28 | 3 | time our web sites are hosted on our |
| 14:28 | 4 | server, so when someone logs in, it tells us |
| 14:28 | 5 | who came to our site and where they came |
| 14:28 | 6 | from. And it wasn't matching with Google's, |
| 14:28 | 7 | and I had mentioned that to Google at that |
| 14:28 | 8 | time. |
| 14:28 | 9 | Q. Through this e-mail? |
| 14:28 | 10 | A. Right. |
| 14:28 | 11 | Q. And then what was what was |
| 14:28 | 12 | the ultimate conclusion of that inquiry? |
| 14:28 | 13 | A. I don't recall. |
| 14:28 | 14 | Q. Do you have have you ever |
| 14:28 | 15 | reached any conclusions one way or the other |
| 14:28 | 16 | about, quote, whether you're paying for |
| 14:28 | 17 | clicks that are not coming to your site? |
| 14:28 | 18 | A. We have not. |
| 14:28 | 19 | Q. And I understand, that's not |
| 14:28 | 20 | part of this you're not suing Google in |
| 14:28 | 21 | this lawsuit for that, are you? |
| 14:29 | 22 | A. No, sir. |
| 14:29 | 23 | Q. And if you look under tab 64, |
| 14:29 | 24 | there's a reference there's a call |
| 14:29 | 25 | summary I'm sorry, 66, there's a call |
| | | |

| | _ 1 | B. Hanson |
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| 14:29 | 2 | summary of December 21, 2004, Bethanie |
| 14:29 | 3 | Santori. She has a 10-minute- 6-second call |
| 14:29 | 4 | with you on December 21. Do you recall |
| 14:29 | 5 | discussing having a discussion with her on |
| 14:30 | 6 | December 21, 2004? |
| 14:30 | 7 | A. Yes. |
| 14:30 | 8 | Q. And what was the substance of |
| 14:30 | 9 | that discussion? |
| 14:30 | 10 | A. I had ran into someone at Google |
| 14:30 | 11 | at a trade show, and questioned questioned |
| 14:30 | 12 | him about our click-through traffic and our |
| 14:30 | 13 | traffic, and he just kind of blew me off |
| 14:30 | 14 | like so I raised that. And raised the |
| 14:30 | 15 | concern of raised the concern about the |
| 14:30 | 16 | clicks that I thought were invalid coming |
| 14:30 | 17 | through on our account. |
| 14:30 | 18 | Our log files weren't matching |
| 14:30 | 19 | up separate from the over the budget |
| 14:30 | 20 | problem, our the clicks that were coming |
| 14:30 | 21 | through to our account weren't matching up to |
| 14:30 | 22 | our log files. |
| 14:30 | 23 | Q. And did you have any discussions |
| 14:30 | 24 | with either John or Bethanie during this time |
| 14:31 | 25 | period about daily budget issues? |
| | , | |

| 1 | STATE OF CALIFORNIA) |
|----|--|
| 2 |) ss. COUNTY OF LOS ANGELES) |
| 3 | |
| 4 | I, Oscar Ventura , hereby certify: |
| 5 | I am an employee of Barkley Court Reporters, |
| 6 | duly authorized agent for the deposition officer that |
| 7 | stenographically recorded the testimony in the foregoing |
| 8 | deposition and authorized to execute this copy |
| 9 | certificate. |
| 10 | The foregoing is true and correct copy of |
| 11 | the original transcript of the proceedings taken before |
| 12 | me as thereon stated. |
| 13 | |
| 14 | |
| 15 | |
| 16 | Dated September 8, 2006 |
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